



- Phase I costs continue.
- ◆ "Reasonable" costs for infrastructure components.
- No funding for subscriber units.
- "Reasonable" cost for service provider based solutions.
- Submission reviewed on a case-by-case basis by CMRS Cost Recovery Subcommittee.

CMRS Phase II Funding -



- * CMRS Providers must submit the following with their funding request:
 - proposal for PSAP requesting service,
 - proposal for Statewide coverage,
 - review of technology selected and other evaluated during the selection,
 - copy of testing results conducted, and
 - copy of FCC filings on Phase II.

FCC Waiver Requests

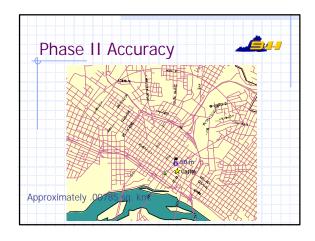


 FCC has received waiver requests from the following Virginia providers:

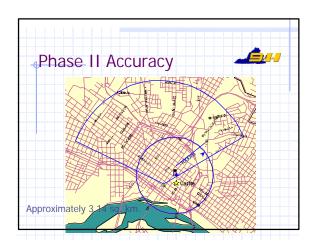
Alltel Communications	AT&T Wireless
Cingular Wireless, LLC	Nextel & Nextel Partners
Sprint PCS	Triton PCS/Suncom
Verizon Wireless	VoiceStream



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Issues Considered



- * Surcharge amount.
- Extension of deadlines to implement
 E-911 and W-911.
- Whether the State Police still had a role in processing wireless in rural areas.
- Prepaid wireless service.

Prepaid Wireless



- * Currently ten providers offer prepaid wireless service.
- Seven collect the surcharge.
- *Three do not collect the surcharge.
- Prepaid wireless accounts for between 2% and 100% of the surcharge revenue from the CMRS providers.

Prepaid Wireless



- Need to address the issue to build equity among the providers.
- Need to explicitly include or exclude prepaid wireless from the surcharge collection.
- Need to determine how the surcharge should be collected, if included.

Including Prepaid

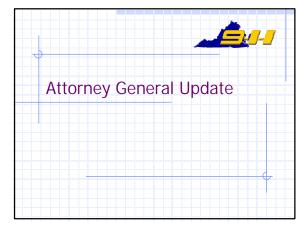


- Increases Wireless E-911 Fund revenue by \$540K.
- Builds equity among wireless telephone service providers.
- * Difficult to collect.
 - Point of Sale (may over or under charge)
 - Monthly (based on # may not be allowed)

Excluding Prepaid



- Reduces Wireless E-911 Fund revenue by \$503K.
- Eliminates the problems with collection methodology.
- Allows prepaid wireless subscribers access to the service without paying into the Fund.



Issues



- Out of State Subpoenas
 - Out of state companies operating in Virginia must follow Virginia law including subpoenas.
- Board requiring CMRS providers to provide subscriber information
 - The Board has policy authority only for funding enhanced wireless emergency telecommunication services.

Issues



- The impact of FCC action on providing Phase II cost recovery to CMRS Providers.
 - The FCC order removing the requirement to provide cost recovery for Phase II has no impact on Virginia Law.



Project Management



- Recommend \$32K maximum cost recovery for project management for each Phase.
 - 40 hours per month for 8 months @ 100/hour
- Recommend full cost recovery for regional project management efforts.
 - Consultant selected by Region
 - Invoiced through DPSC
 - Five contiguous localities as minimum to form a region